

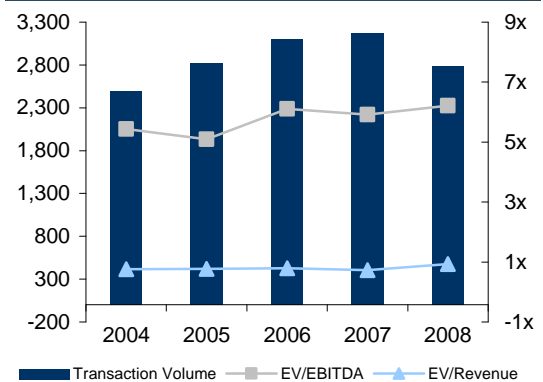


Overall M&A activity within the Technology Hardware and Equipment sector decreased by 12.3% over the last twelve months ending December 31, 2008 with 2,782 deals reported compared to 3,171 deals completed during the same period last year. Median Enterprise Value (“EV”) multiples were at 0.9X Revenue and 6.2X EBITDA.

QUARTERLY TRANSACTION METRICS

Aggregate Industry Metrics	Q1 '08	Q2 '08	Q3 '08	Q4 '08
Private Placements	338	363	304	206
M&A - United States Domestic	111	104	142	96
M&A - Cross Border Global	184	158	138	148
Median EV/EBITDA	5.6x	7.3x	5.4x	6.6x
Median EV/Revenue	1.0x	0.9x	0.9x	0.8x
Median Value (\$MM)	\$8.8	\$5.8	\$10.0	\$5.5
Sub-Sector Transaction Totals				
Communications Equipment	189	122	200	143
Computers and Peripherals	109	84	83	62
Electronic Equipment and Instruments	380	424	323	284
Office Electronics	15	5	11	3
Semiconductors and Equipment	93	86	76	64

LTM TRANSACTION METRICS AS OF 12/31,



Based upon Mosaic Capital research. Includes all companies with operations in a particular subsector. Valuation multiples include public transactions and premiums for control, which can vary significantly between public and private companies. Private company transactions also typically include valuation discounts for limited liquidity due to a lack of a public market.

About Mosaic Capital

Mosaic Capital LLC is the premier independent investment banking firm in Southern California, providing global transaction advisory and capital raising services to both healthy and distressed middle market companies through our senior advisors. As a member of IMAP we have offices in more than 35 countries, providing our clients local access to buyers and sellers worldwide. IMAP / Mosaic completed more than 250 transactions exceeding \$13 billion in transaction value in 2008, ranking us 6th worldwide by Thompson Financial for transactions under \$200 million. The private placement of debt and equity financing is provided through our affiliate Mosaic Capital Securities LLC (member FINRA/SIPC).

Mosaic Capital is active in the following sub-sectors within the Technology Hardware and Equipment sector. We are available to discuss trends within these sub-sectors with owners and management teams, as well as their advisors.

Communications Equipment:

- Communications Processing Equipment
- Communications Towers
- Net working Equipment
- Radio and Television Broadcasting Equipment
- RFID Systems
- Satellite and Microwave Equipment
- Telephone and Telecommunications Equipment

Computers and Peripherals:

- Computer Hardware
- Computer Storage and Peripherals

Electronic Equipment and Instruments:

- Electronic Equipment Manufacturers
- Electronic Manufacturing Services
- Technology Distributors

Office Electronics

Semiconductors and Semiconductor Equipment:

- Analog and Mixed Signal
- Digital
- Semiconductor Manufacturing Machinery

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